

GOVERNMENT OF TELANGANA  
A B S T R A C T

Agriculture Department - Buffer Stocks - Nomination of Telangana State Cooperative Marketing Federation Limited as Nodal Agency for procurement and preposition of the fertilizers for the year 2015-16 – orders –issued.

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AGRICULTURE & COOPERATION (AGRI.II) DEPARTMENT

G.O.RT.No. 193

DATED: 08-04-2015.

Read:

From the Director of Agriculture, Telangana, Hyderabad Letter No.Fert(1)54/2015, dated 13.03.2015.

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O R D E R:

The Director of Agriculture, Telangana, Hyderabad, in the reference read above, has reported that the MARKFED is being nominated as Nodal Agency for procurement, pre-positioning and distribution of fertilizers from the year 2008-09 onwards and, therefore, requested to nominate TS MARKFED as Nodal Agency for the State of Telangana for the agriculture year 2015-16.

2) Government, after careful examination of the proposal, hereby nominate the TS MARKFED as Nodal Agency of the Government of Telangana for procurement, pre-positioning and distribution of fertilizers for the agriculture year 2015-16 as per the following terms:

1. To maintain buffer stocks of 3.00 lakh MTs viz., 0.20 lakh MT of DAP, 0.30 lakh MT of Complexes and 2.50 lakh MT of Urea by TS MARKFED as per the district-wise buffer levels indicated by the Director of Agriculture;
2. Government permit TS MARKFED to raise loans upto Rs.500.00 crores (Rupees five hundred crores only) from commercial banks for procurement, buffer maintenance and distribution of fertilizers;
3. Government will reimburse interest accrued on the said bank loans availed by MARKFED for the year 2015-16 on quarterly basis or till liquidation of the stocks procured and till clearance of all loans raised for the above purpose.
4. Government reimburse the cost of incidental charges such as insurance, handling, storage and transportation etc, for the year 2015-16 and till the stocks are liquidated; and
5. Government protects the TS MARKFED and PACS in the event of any downward revision of fertilizer prices by Government of India / Fertilizer Companies. As MARKFED will be holding huge buffer stocks on behalf of the Government and MARKFED and PACS will be forced to sell the available stock at reduced prices, from the date of such revisions, neither MARKFED nor the PACS will be in a position to absorb such a huge financial impact. Hence, Government agree to bear the differential cost on the buffer stocks available with MARKFED and the closing stocks held by PACS in the event of any such downward price revision.

(P.T.O.)

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3) The Director of Agriculture, Telangana, Hyderabad / The Managing Director, TS MARKFED, Hyderabad shall take further necessary action in the matter.

(BY ORDER AND IN THE NAME OF THE GOVERNOR OF TELANGANA)

Dr.POONAM MALAKONDAIAH,  
APC & PRINCIPAL SECRETARY TO GOVERNMENT.

To

The Director of Agriculture, Telangana, Hyderabad.

The Managing Director,TS MARKFED, Hyderabad.

Copy to:

The Vice Chairman & Managing Director, A.P.AGROS, Hyderabad.

The Managing Director, Hyderabad Agriculture

Cooperative Association Ltd., Hyderabad (HACA).

The Finance (EBS.II) Department.

The Agriculture and Cooperation (Agri.I) Department.

SF/SCs.

// FORWARDED::BY ORDER //

SECTION OFFICER.